

ASX Release

14 November 2014

ASX Code: PTR

ABN 17 106 806 884

Level 1, 169 Fullarton Road
Dulwich SA 5065

T: +61 8 8274 5000

F: +61 8 8272 8141

W: www.petratherm.com.au/

E: admin@petratherm.com.au



PETRATHERM LIMITED
ABN 17 106 806 884

\$13 million Emerging Renewables Program Grant Terminated

Petratherm advises that the \$13 million Emerging Renewables (ERP) grant has been terminated by way of a Deed of Termination recently executed with the Australian Renewable Energy Agency (ARENA).

As advised in earlier ASX releases the Company was been unable to secure the additional \$5 million in equity required to draw down on the \$13 Million Emerging Renewables Program (ERP) Grant awarded by the ARENA.

As a consequence of the ERP termination, the \$24.5 million Renewable Energy Deployment Program (REDP) grant conditions cannot be met and both the ERP and REDP grants have now been formally terminated with no funds having been paid to Petratherm. There are no further obligations on the Company nor its JV partner, Beach Energy to ARENA other than the provision of a closure report, including lessons learnt, for the ERP project.

Petratherm's Managing Director, Terry Kallis, stated;

"This is disappointing for the Company and its shareholders given the technical success the Paralana Project had achieved. Despite our best efforts in Australia and internationally we have been unable to raise the necessary funds. However, this is reflective of the difficulty in raising monies in the equity markets for small exploration and development companies. As outlined in our earlier announcements, the Company will continue to investigate new investment opportunities that will reward shareholders."

Yours faithfully

Terry Kallis
Managing Director

About ARENA –

ARENA was established by the Australian Government as an independent agency on 1 July 2012 to make renewable energy technologies more affordable and increase the amount of renewable energy used in Australia. ARENA invests in renewable energy projects, supports research and development activities, boosts job creation and industry development, and increases knowledge about renewable energy.

More information is available at www.arena.gov.au

About the Joint Venture Participant:

Beach Energy Limited (ASX: BPT) is an oil and gas company headquartered in Adelaide that farmed-in to the Paralana Project in January 2007. Beach Energy holds a 21% interest in the project and can earn up to 36% subject to further funding at the development stage of the project.

MEDIA CONTACT:

Terry Kallis

Petratherm Limited

08 8274 5000 or 0419 810 153